GOVERNMENT OF INDIA
PLANNING
LOK SABHA

UNSTARRED QUESTION NO:4570
ANSWERED ON:12.08.2016
Per Capita Expenditure
Kateel Shri Nalin Kumar

Will the Minister of PLANNING be pleased to state:

(a) whether Government has issued instructions to the State Governments in order to ensure maximum earnings from the available resources in the annual plans every year and if so, the details thereof;

(b) whether the States have increased the plan amount through their resources during the last two years and if so, the details thereof including the percentage of increase therein;

(c) the details of total per capita transfer of funds from the Centre to the States through devolution, plan grants and non-plan grants, State-wise;

(d) whether per capita total expenditure for Karnataka is much lower than the national average; and

(e) if so, whether the Government intends to increase the total Central Government expenditure for Karnataka, and if so, the details thereof?

Answer

MINISTER OF STATE (INDEPENDENT CHARGE) FOR MINISTRY OF PLANNING AND
MINISTER OF STATE FOR MINISTRY OF URBAN DEVELOPMENT AND
MINISTRY OF HOUSING & URBAN POVERTY ALLEVIATION
(RAO INDERJIT SINGH)

(a) & (b) The erstwhile Planning Commission in its interaction with States during the Annual Plan discussions used to encourage efficiency in the use of resources as well as maximizing earnings from their available resources for financing their Plan. The finalization of Annual Plan of States is not a mandate of NITI Aayog. However, Union Government has accepted the recommendation of Fourteenth Finance Commission to increase the devolution of sharable central taxes to States from 32 percent to 42 percent. This would ensure greater financial autonomy to the States as this would provide more untied funds in the form of devolution of Taxes. Also, as elected representatives of the State, the State Governments are equally responsible to make the most efficient use of their resources.

(c) The details of total per capita transfer of funds from the Centre to the States for last two years (2014-15 and 2015-16) through devolution, Central Assistance to State Plan and Grants-in-aid, State-wise is at Statement -I.

(d) The per capita total expenditure for Karnataka was Rs.18,558 & Rs.20,343 in financial year 2014-15 & 2015-16, respectively. There is about 9.6% increase in per capita expenditure in 2015-16 over 2014-15. The national average of per capita total expenditure was Rs.23,396 and Rs.28,619, respectively for the years 2014-15 and 2015-16.

(e) Total expenditure of a State depends upon several factors like central transfer (also called as central expenditure), State own resources, political environment of the States etc. Similarly, central transfer to a State depends upon the conditions like availability of Central resources, scheme guidelines, State's readiness to implement the scheme, utilization certificates of earlier releases etc. Further, the Central transfer to Karnataka State was about 21.4% more in 2015-16 than 2014-15. The details of the same are as follows -

Rs. Crore

Items	2014-15	2015-16
Devolution of Central Taxes/ Share in Central Taxes	15,097.88	23,983.34
Grants-in-Aid	3,465.80	3,386.97
Central Assistance to State Plans	11,828.87	9,535.82
Total	30,392.55	36,906.13